

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W.R. GRACE & CO., <i>et al.</i>, Debtors.	§ § § § § §	Chapter 11 Jointly Administered Case No. 01-01139 (KJC)
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**FEE AUDITOR’S FINAL REPORT REGARDING APPLICATION OF
LECG, LLC, FOR FINAL APPROVAL AND ALLOWANCE OF
COMPENSATION FOR SERVICES RENDERED AND
REIMBURSEMENT OF EXPENSES AS CONSULTANT TO THE
OFFICIAL COMMITTEE OF ASBESTOS PROPERTY DAMAGE CLAIMANTS**

This is the final report of Warren H. Smith & Associates, P.C., acting in its capacity as fee auditor in the above-captioned bankruptcy proceedings, regarding the Application of LECG, LLC, for Final Approval and Allowance of Compensation for Services Rendered and Reimbursement of Expenses as Consultant to the Official Committee of Asbestos Property Damage Claimants (the “Application”).

BACKGROUND

1. LECG, LLC (“LECG”), was retained as consultant to the Official Committee of Asbestos Property Damage Claimants. In the Application, LECG seeks final approval of fees totaling

\$414,412.25¹ and expenses totaling \$3,541.01² for its services from January 1, 2005 through April 30, 2005 (the "Final Application Period").

2. In conducting this audit and reaching the conclusions and recommendations contained herein, we reviewed in detail the Application in its entirety, including each of the time and expense entries included in the exhibits to the Application, for compliance with 11 U.S.C. § 330, Local Rule 2016-2 of the Local Rules of the United States Bankruptcy Court for the District of Delaware, Amended Effective February 1, 2014, and the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed Under 11 U.S.C. § 330, Issued January 30, 1996 (the "U.S. Trustee Guidelines"), as well as for consistency with precedent established in the United States Bankruptcy Court for the District of Delaware, the United States District Court for the District of Delaware, and the Third Circuit Court of Appeals. We have no issues with, or objections to, the Application, and thus we did not send an initial report to LECG.

DISCUSSION

Prior Interim Applications

3. We note that we previously filed the following final reports for LECG's prior interim applications, which final reports we incorporate by reference herein, and we also note the following orders that ruled on LECG's prior interim fee applications:

¹We note that the total of the fees requested in LECG's two prior fee applications is \$414,412.25. The Court ordered no reductions for the prior periods, which periods are discussed in more detail in paragraph 3, and thus LECG has deducted no sums from this amount to arrive at the figure it seeks of \$414,412.25. We note that the Court has ruled on the First through Fifty-First Interim Periods, but no ruling has been made on the Fifty-Second Interim Period.

²We note that the total of the expenses requested in LECG's two prior fee applications is \$3,541.01. The Court ordered no reductions for the prior periods, which periods are discussed in more detail in paragraph 3, and thus LECG has deducted no sums from this amount to arrive at the figure it seeks of \$3,541.01. We note that the Court has ruled on the First through Fifty-First Interim Periods, but no ruling has been made on the Fifty-Second Interim Period.

16th Period: Fee Auditor's Combined Final Report Regarding Those Fee Applications with No Fee or Expense Issues for the Sixteenth Interim Period (Docket #9387), filed on or about September 12, 2005, in which we recommended approval of fees totaling \$79,496.75 and expenses totaling \$493.74. These recommendations were adopted in the Order Approving Quarterly Fee Applications for the Sixteenth Period, dated September 27, 2005 (Docket #9513).

17th Period: Fee Auditor's Combined Final Report Regarding Those Fee Applications with No Fee or Expense Issues for the Seventeenth Interim Period (Docket #11168), filed on or about November 28, 2005, in which we recommended approval of fees totaling \$334,915.50 and expenses totaling \$3,047.27. These recommendations were adopted in the Order Approving Quarterly Fee Applications for the Seventeenth Period, dated December 21, 2005 (Docket #11402).

4. We have reviewed the final reports and orders allowing fees and expenses for the prior interim periods, and we do not believe there is any reason to change any of the amounts awarded for the prior interim periods.

CONCLUSION

5. Thus, we recommend final approval of \$414,412.25³ in fees and \$3,541.01⁴ in expenses for LECG's services for the Final Application Period.

Respectfully submitted,

WARREN H. SMITH & ASSOCIATES, P.C.



By: _____

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FEE AUDITOR

³We note that the total of the fees requested in LECG's two prior fee applications is \$414,412.25. The Court ordered no reductions for the prior periods, which periods are discussed in more detail in paragraph 3, and thus LECG has deducted no sums from this amount to arrive at the figure it seeks of \$414,412.25. We note that the Court has ruled on the First through Fifty-First Interim Periods, but no ruling has been made on the Fifty-Second Interim Period.

⁴We note that the total of the expenses requested in LECG's two prior fee applications is \$3,541.01. The Court ordered no reductions for the prior periods, which periods are discussed in more detail in paragraph 3, and thus LECG has deducted no sums from this amount to arrive at the figure it seeks of \$3,541.01. We note that the Court has ruled on the First through Fifty-First Interim Periods, but no ruling has been made on the Fifty-Second Interim Period.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served by First Class United States mail to the attached service list on this 29th day of July, 2014.



Warren H. Smith

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